

COUNTY OF LOS ANGELES

OFFICE OF THE COUNTY COUNSEL

648 KENNETH HAHN HALL OF ADMINISTRATION 500 WEST TEMPLE STREET LOS ANGELES, CALIFORNIA 90012-2713

MARK J. SALADINO County Counsel

December 22, 2014

TELEPHONE

(213) 974-1861

FACSIMILE

(213) 229-9924

TDD

(213) 633-0901

E-MAIL

pwu@counsel.lacounty.gov

TO:

PATRICK OGAWA

Acting Executive Officer

Board of Supervisors

Attention: Agenda Preparation

FROM:

PATRICK A. WU

Senior Assistant County Counsel

Executive Office

RE:

Item for the Board of Supervisors' Agenda

County Claims Board Recommendation

Los Angeles Flood Control District v. PCS/Bella Vita, LLC

Los Angeles Superior Court Case No. BC 516 384

Attached is the Agenda entry for the Los Angeles County Claims Board's recommendation regarding the above-referenced matter. Also attached is the Case Summary to be made available to the public.

It is requested that this recommendation and the Case Summary be placed on the Board of Supervisors' agenda.

PAW:cs

Attachments

Board Agenda

MISCELLANEOUS COMMUNICATIONS

Los Angeles County Claims Board's recommendation: Authorize settlement of the matter entitled <u>Los Angeles County Flood Control District v. PCS/Bella Vita, LLC</u>, Los Angeles Superior Court Case No. BC 516 384, whereby the County will receive payment in the amount of \$300,000.

This lawsuit concerns the recovery of unpaid rent, plus late fees by the Los Angeles County Flood District, Department of Public Works, from PCS/Bella Vita, LLC, related to a breach of contract.

CASE SUMMARY

INFORMATION ON PROPOSED SETTLEMENT OF LITIGATION

CASE NAME

Los Angeles County Flood Control District v.

PCS/Bella Vita, LLC

CASE NUMBER

BC 516384

COURT

Los Angeles County Superior Court, Stanley Mosk

Courthouse

DATE FILED

July 25, 2013

COUNTY DEPARTMENT

Department of Public Works

PROPOSED SETTLEMENT AMOUNT

\$ 300,000

ATTORNEY FOR DEFENDANT

Robert A. Gookin

Russ, August, & Kabat, LLP

COUNTY COUNSEL ATTORNEY

Erik J. Conard

Senior Associate County Counsel

NATURE OF CASE

This action involves a lease by defendant PCS/Bella Vita, LLC ("PCS") of property owned by the Los Angeles County Flood Control District ("District"). PCS breached the lease when it stopped making payments in August of 2011.

PCS claims it relied on the District's promises that the Lease would be terminated due to the development of a park on the leased property when it distrubuted all its assets and stopped paying rent. PCS is now an insolvent corporation with nominal assets from which any judgment could be paid.

Due to the risks and uncertainties of litigation and collection efforts, settlement of this case by accepting the sum of \$300,000 from PCS is recommended.

PAID ATTORNEY FEES, TO DATE

\$ 16,077

PAID COSTS, TO DATE

\$ 2,070